

## California Children's Services

### DESCRIPTION OF MAJOR SERVICES

California Children's Services (CCS) is a state program that provides case management, diagnosis, and treatment services to individuals up to 21 years of age with severe qualifying medical conditions and whose families are unable to pay for all or part of their care. State law requires the county to maintain a mandated minimum funding level. In addition to realignment dollars and the county's mandated contribution, funding also comes from Medi-Cal, private insurance, and patient co-payments. Revenues are based upon individual client eligibility for specific programs such as Medi-Cal, Healthy Families, or CCS alone (people who do not qualify for other programs or cannot afford to pay their Medi-Cal co-share payments).

The revenue breakdown among federal, state, realignment, and county general fund support depends on the type of services provided under this program. This program provides two types of services:

- 1) Administrative Component – Case management activities which include determining program eligibility, evaluating needs for specific services, determining the appropriate providers, and authorizing/paying for medically necessary care. Administrative funding is based on staffing standards and caseload mix of CCS clients. In other words, it depends on which federal, state, or county program in which the children are enrolled.
  - a) Medi-Cal accounts for approximately 85%. Federal and state funds reimburse CCS for 100% of the costs.
  - b) Healthy Families accounts for approximately 10%. This federal and state program reimburses CCS for 82.5% of the costs. The remaining 17.5% local share is equally funded by Social Services Realignment (8.75%) and general fund support (8.75%).
  - c) CCS or Non-Medi-Cal caseload accounts for approximately 5%. Federal and state funds account for 50% of the costs associated with treating this clientele. The remaining 50% is split equally between Social Services Realignment (25%) and general fund support (25%).
- 2) Medical Therapy Component – Provides physical therapy, occupational therapy, and medical therapy conference services. Licensed physical therapists and certified occupational therapists provide evaluation, treatment, consultation services, and case management.
  - a) The state reimburses the county 50% of the costs incurred by this program. The remaining 50% is equally funded by Social Services Realignment and general fund support. Additionally, this program is allowed to bill Medi-Cal for therapy provided to Medi-Cal eligible clients. Approximately 70% of the caseload in the medical therapy component is Medi-Cal eligible.

### BUDGET AND WORKLOAD HISTORY

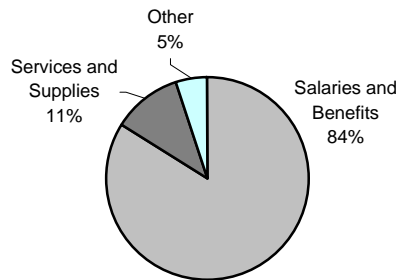
	<b>Actual 2003-04</b>	<b>Budget 2004-05</b>	<b>Estimate 2004-05</b>	<b>Proposed 2005-06</b>
Appropriation	10,044,604	12,713,007	11,645,315	13,934,654
Departmental Revenue	8,567,764	11,174,966	10,374,196	12,396,613
Local Cost	1,476,840	1,538,041	1,271,119	1,538,041
Budgeted Staffing		149.6		158.0
<b><u>Workload Indicators</u></b>				
Cases Managed	10,344	12,137	11,030	11,360
Therapy Units	34,418	36,200	36,400	37,550
Claims Processed	176,171	-	-	-

Caseload in the administrative unit is continuing to grow although at a slower rate than projected. Therapy caseload is projected to increase at a faster rate than budgeted. The county has a higher share of cost for therapy; however, the program has been successful in seeking funding for and currently has 4.65 budgeted staff funded 100% by state revenue instead of the normal cost sharing ratios.

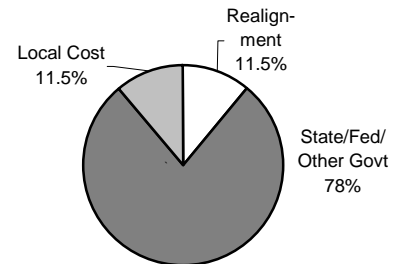


The department is projecting to be slightly under budget in the 2004-05 year primarily as a result of salary savings associated with the department's continued effort to keep staffing at a minimum in an attempt to avoid any potential layoff scenarios should programs like CCS, which are primarily state and federally funded, come under pressure as a result of the difficult budget situations at higher levels of government.

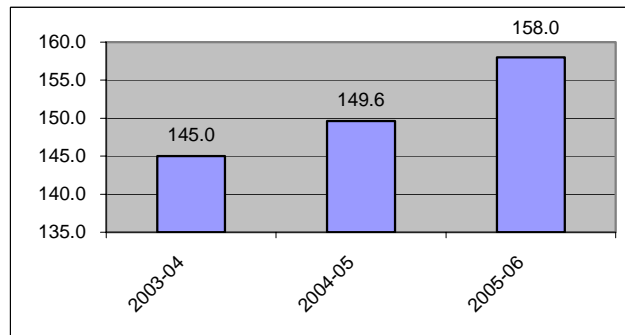
#### 2005-06 BREAKDOWN BY EXPENDITURE AUTHORITY



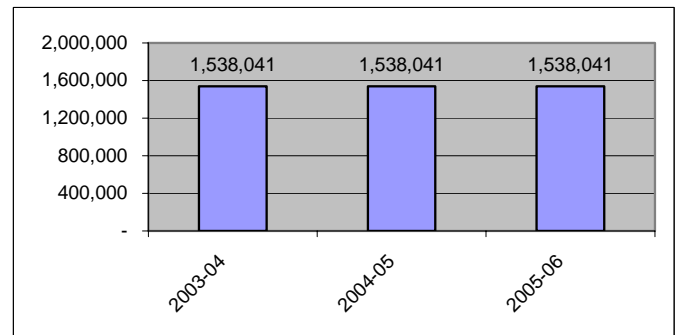
#### 2005-06 BREAKDOWN BY FINANCING SOURCE



#### 2005-06 STAFFING TREND CHART



#### 2005-06 LOCAL COST TREND CHART



GROUP: Administrative/Executive  
DEPARTMENT: California Children's Services  
FUND: General

BUDGET UNIT: AAA CCS  
FUNCTION: Health and Sanitation  
ACTIVITY: Hospital Care

#### ANALYSIS OF 2005-06 BUDGET

	A	B	C	D	B+C+D E	F Department Recommended Funded Adjustments (Schedule A)	E+F G
	2004-05 Year-End Estimates	2004-05 Final Budget	Cost to Maintain Current Program Services	Board Approved Adjustments	Board Approved Base Budget		2005-06 Proposed Budget
<b>Appropriation</b>							
Salaries and Benefits	9,604,700	10,469,301	857,688	-	11,326,989	357,600	11,684,589
Services and Supplies	1,398,235	1,601,326	(510)	-	1,600,816	(37,542)	1,563,274
Equipment	10,000	10,000	-	-	10,000	-	10,000
Transfers	632,380	632,380	-	-	632,380	44,411	676,791
Total Appropriation	11,645,315	12,713,007	857,178	-	13,570,185	364,469	13,934,654
<b>Departmental Revenue</b>							
Realignment	1,271,118	1,538,041	-	-	1,538,041	-	1,538,041
State, Fed or Gov't Aid	9,001,735	9,609,265	857,178	-	10,466,443	357,629	10,824,072
Current Services	30,650	27,400	-	-	27,400	4,000	31,400
Other Revenue	70,693	260	-	-	260	2,840	3,100
Total Revenue	10,374,196	11,174,966	857,178	-	12,032,144	364,469	12,396,613
Local Cost	1,271,119	1,538,041	-	-	1,538,041	-	1,538,041
Budgeted Staffing		149.6	-	-	149.6	8.4	158.0



In 2005-06 the department will incur increased costs in retirement, workers compensation, central computer charges and inflationary services and supplies purchases and will incur decreased costs in risk management insurance. In addition, this budget unit included an estimated increase in salaries and benefits related to the pending negotiations, as this cost is financed by departmental revenues. These costs changes are reflected in the Cost to Maintain Current Program Services column.

Department changes to budget include a net increase of 8.4 positions for a total cost of \$357,600. The department requests the addition of five new positions in the therapy unit and two positions in the administrative unit (these two positions are approximately 92% funded by state and federal revenue). In addition to these 7 positions, budgeted staffing is also increasing by 1.4 positions to reflect the full-year staffing for some positions that were budgeted for only a portion of the year in 2004-05. State and federal revenue is increasing accordingly to fund the addition of these positions.

DEPARTMENT: California Children's Services  
FUND: General  
BUDGET UNIT: AAA CCS

## SCHEDULE A

## DEPARTMENT RECOMMENDED FUNDED ADJUSTMENTS

Brief Description of Program Adjustment	Budgeted Staffing	Appropriation	Departmental Revenue	Local Cost
1. Salary Increases	8.4	357,600	-	357,600
Salary expense is increasing for two reasons: 7 new positions added as a result of increasing caseloads and an increase of 1.4 in budgeted staffing to reflect the full-year staffing for positions that were budgeted for only a portion of the year in 2004-05. The breakdown for the new positions is as follows:				
1.0 Physical Therapy Aide				
2.0 Social Worker II				
3.0 Pediatric Rehabilitation Therapist I				
1.0 Pediatric Rehabilitation Therapist II				
2. Reduced Services and Supplies		(37,542)	-	(37,542)
Services and supplies are reduced to accommodate increased salary expenses as well as to reflect the elimination of one-time costs associated with the programs move to new lease space in the 2004-05 year.				
3. Increase in Transfers Out		44,411	-	44,411
Transfers out are increased to reflect payments to the following:				
1) Public Health budget unit for automated systems support staff, staff analyst support, and an 900 hours of a Nutritionist which is a new support for 2005-06 (\$32,990).				
2) Real Estate Services department for increased lease expense (\$8,840).				
3) Human Resources department for EHAP cost (\$2,581).				
4. Increased State Revenue		-	357,629	(357,629)
State revenue is increasing as a result of a 3.7% increase in caseload for therapy services.				
5. Current Service Revenues		-	4,000	(4,000)
This is a minor increase in enrollment fees based on current caseload trends.				
6. Other Revenues		-	2,840	(2,840)
Other revenues reflect funds received for care as a result of legal settlements which repay the department for expenses incurred treating clients. This revenue can fluctuate dramatically from year to year. We are increasing the estimate slightly based on a conservative estimate of prior years' experience.				
<b>Total</b>	<b>8.4</b>	<b>364,469</b>	<b>364,469</b>	<b>-</b>

